

# Allisya Rupiah Balanced Fund

## November 2016



BLOOMBERG: AZSRPBL:IJ

### INVESTMENT OBJECTIVE

The objective of this fund is to achieve conservative long term capital growth while earning relatively stable income.

### INVESTMENT STRATEGY

To achieve the investment objectives, this fund shall be invested with a target of 7.5% in short term sharia instruments (such as deposits of sharia, sharia SBI, sharia SPN, and / or money market mutual funds), 40% in medium or long term sharia instruments (such as sharia bonds, sharia corporate bonds and / or sharia fixed income mutual funds), and 52.5% in the sharia based equity instruments in accordance to OJK's decision (either directly through sharia stocks or through sharia equity mutual funds).

### PERFORMANCE INDICATOR

#### Return Performance

Last 1-year Period	<b>9.49%</b>
Best Month	<b>10.95%</b> Jul-09
Worst Month	<b>-14.39%</b> Oct-08

#### Portfolio Breakdown

Equity	<b>52.71%</b> PBS012
Treasury Bonds	<b>31.62%</b> PBS011
Govt. Related Bond	<b>0.58%</b> PBS001
Mutual Funds - Bonds	<b>2.90%</b> PBS002
Sharia Cash/Deposit	<b>12.19%</b> PBS004

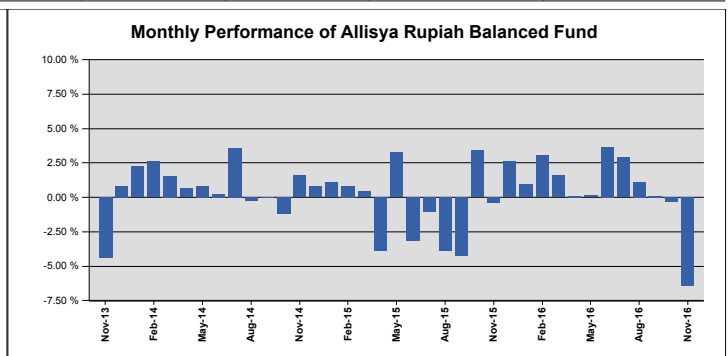
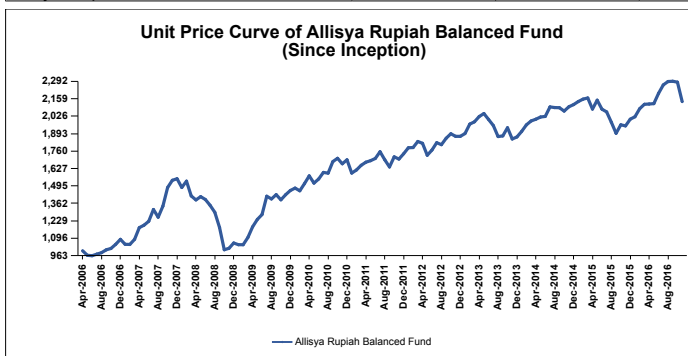
#### Top Five Bonds Holding

<b>52.71%</b> PBS012
<b>31.62%</b> PBS011
<b>0.58%</b> PBS001
<b>2.90%</b> PBS002
<b>12.19%</b> PBS004

#### Top Five Stocks Holding

<b>19.00%</b> Telekomunikasi Indonesia	<b>10.39%</b>
<b>6.09%</b> Astra International	<b>8.08%</b>
<b>3.71%</b> Unilever Indonesia	<b>7.89%</b>
<b>1.39%</b> Indofood CBP Sukses Makmur	<b>2.55%</b>
<b>0.73%</b> United Tractors	<b>2.20%</b>

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Allisya Rupiah Balanced Fund	<b>-6.47%</b>	<b>-6.67%</b>	<b>0.74%</b>	<b>9.49%</b>	<b>15.40%</b>	<b>6.71%</b>	<b>113.75%</b>



### KEY FUND FACTS

<b>Fund Size (in bn IDR)</b>	: IDR 501.31
<b>Risk Profile</b>	: Moderate
<b>Launch Date</b>	: 25 Apr 2006
<b>Fund Currency</b>	: Indonesian Rupiah
<b>Managed by</b>	: PT Asuransi Allianz Life Indonesia

<b>Pricing Frequency</b>	: Daily
<b>Price per Unit (As of Nov 30, 2016)</b>	<b>Bid</b> : IDR 2,030.64 <b>Offer</b> : IDR 2,137.52
<b>Bid-Offer Spread</b>	: 5.00%
<b>Management Fee</b>	: 2.00% p.a.

### MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced Nov's inflation at 0.47% mom (vs consensus inflation +0.32%, +0.14% in Oct 2016) mostly was caused by higher food ingredients, process food, beverages, cigarette and tobacco. On yearly basis, inflation higher to 3.58% YoY (vs consensus 3.41%, 3.31% in Oct 2016). Core inflation printed at 3.07% YoY, lower than previous month (vs 3.08% in Oct 2016). In the Board of Governors' Meeting on 17 Nov 2016, Bank Indonesia maintained the 7-day reverse repo rate at 4.75%, also Deposit Facility (DF) at 4.00% and Lending Facility (LF) at 5.50%. Rupiah depreciated by -3.92% to 13,563/USD at end of Nov as opposed to 13,051/USD previous month. Trade balance booked a surplus of +US\$1.2068bn (non-oil and gas surplus +US\$1.71bn, oil and gas deficit US\$-0.5032bn) in Oct 2016. Export rose by +4.60% YoY mostly driven by natural oil exports, while imports rose by +3.27% YoY. FX Reserves down by USD 3.571bn from US\$115.037bn in Oct 2016 to US\$111.466bn in Nov 2016 on the back of government external debt payments and currency stability as fundamental.

IDR government bond yields closed higher all across the curve on the back of global risk-off sentiment, especially from US election result – the win of Donald Trump – which led a global market uncertainty. News of OPEC's deal to decrease production volume also gave sentiment to the market. BI and MoF tried to support the market by held reverse and buyback auction. BI and MoF tried to support the market by held reverse and buyback auction on Nov 11, with 5.65tn total absorbed: 2.455tn FR59 at 7.70%; 758bn FR73 at 8.13; and 1.9335tn FR72 at 8.24%. BI held another reverse auction on Nov 24, from 3.99tn incoming offers, BI only bought 1.08tn (8.5bn FR61 at 8.15% and 90bn FR72 at 8.43; cancel the FR59). Offshore accounts decreased their holding by IDR -19.58tn in Nov 2016 (-2.9% MoM), from IDR 675.64tn as of Oct 2016 to IDR 656.06tn as of Nov 2016, which brought their holding to 37.05% of total outstanding tradable government bond (from 38.40% in the previous month). The 5Y yield Nov 2016 ended +102bps higher to 7.99% (6.97% in Oct 2016), 10Y tenor ended +90bps higher to 8.14% (7.24% in Oct 2016), 15Y tenor ended +60bps higher to 8.25% (7.65% in Oct 2016) and 20Y tenor ended +45bps higher to 8.24% (7.79% in Oct 2016).

The JII (Jakarta Islamic Index) closed lower in November at 682.71, losing -7.73% MoM. Large cap stocks such as TLKM, UNVR, ASII, KLB, and LPPF contributed to the MoM loss, all of which fell by -10.43%, -8.88%, -8.21%, -13.79, and -20.11% MoM respectively. The index continued to be under pressure following the announcement of Donald Trump's presidency, as the market is concerned on speculation of more aggressive rate hikes and foreign currency implications as a result of potential increased protectionism from the US. Meanwhile, US election result is likely to increase political uncertainty in the Eurozone with increased expectations of populist and/or anti EU/EMU parties gaining ground across the Eurozone. Given higher uncertainty in equity market, foreign investors booked US\$919mn outflows in November 2016. Bottom-line, Indonesia's economy fundamental is much better than 2015, but higher expectation for US growth and stronger dollar will bring negative sentiment for overall emerging markets and Indonesia is no exception. Sector wise, the Miscellaneous Industry Sector was the worst performing sector this month, depreciating by -7.16% MoM. GJTL (Gajah Tunggal) and ASII (Astra International) were the laggards; losing by -19.60% and -8.21% MoM respectively. This was followed by the Infrastructure Sector that posted -5.89% MoM losses, driven by TLKM (Telekomunikasi Indonesia) and JSR (Jasa Marga) which fell -10.43% and -8.17% MoM respectively. On the other side, Mining Sector was the best performing sector this month, rising by +4.46% MoM. TINS (Timah) and INCO (Vale Indonesia) were the movers, gaining +29.57% and +24.26% MoM respectively.